

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

SCHEDULES OF INVESTED ASSETS

July 31, 2010 and 2009

| | <u>2010</u> | <u>2009</u> |
|---|-----------------------|-----------------------|
| Major Medical Investments (at fair value) | | |
| Cash and cash equivalents | | |
| Short-term Fixed Income Pool | \$ 19,844,293 | \$ 20,061,579 |
| Income receivable | <u>14,419</u> | <u>67,660</u> |
| Total Major Medical assets | <u>19,858,712</u> | <u>20,129,239</u> |
| | | |
| Long Term Care Investments (At Fair Value) | | |
| Cash and Cash Equivalents | | |
| Short-term Fixed Income Pool | 3,074,626 | 1,155,182 |
| Marketable Debt and Equity Securities | | |
| Conservative Borad Market Fixed Income Pool | 0 | 41,681,080 |
| Broad Market Fixed Income Pool | 51,498,392 | - |
| US Treasury Fixed Income Pool | 5,704,104 | - |
| Non-retirement Domestic Equity Pool | 111,524,651 | 78,278,089 |
| EAFE International Equity Pool | 9,633,851 | 10,457,291 |
| SOA International Equity Pool | 19,488,928 | 24,001,992 |
| | | |
| Income Receivable | <u>2,237</u> | <u>7,807</u> |
| Total Long Term Care Assets | <u>200,926,789</u> | <u>155,581,441</u> |
| | | |
| Total Invested Assets | <u>\$ 220,785,501</u> | <u>\$ 175,710,680</u> |

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS
For the Period Ended July 31, 2010**

| | <u>CURRENT MONTH</u> | <u>YEAR TO DATE</u> |
|---|--------------------------|-------------------------|
| Investment Income | | |
| Earned by Major Medical Assets | | |
| Cash and Cash Equivalents | | |
| Short-term Fixed Income Pool | \$ 14,419 | \$ 14,419 |
| Total Income (Loss) Accruing to Major Medical Assets | 14,419 | 14,419 |
| Earned by Long Term Care Assets | | |
| Cash and Cash Equivalents | | |
| Short-term Fixed Income Pool | 2,237 | 2,237 |
| Marketable Debt and Equity Securities | | |
| Broad Market Fixed Income Pool | 571,398 | 571,398 |
| US Treasury FI Pool | 39,839 | 39,839 |
| EAFE International Equity Pool | 1,094,446 | 1,094,446 |
| SOA International Equity Pool | 2,133,493 | 2,133,493 |
| Commission Recapture - International | - | - |
| Non-retirement Domestic Equity Pool | 6,767,107 | 6,767,107 |
| Total Income (Loss) Accruing to Long Term Care Assets | 10,608,520 | 10,608,520 |
| Total Investment Income | 10,622,939 | 10,622,939 |
| Total Invested Assets, Beginning of Period | 206,801,527 | 206,801,527 |
| Net Contributions (Withdrawals) | 3,361,035 | 3,361,035 |
| Total Invested Assets, End of Period | \$ 220,785,501 | \$ 220,785,501 |

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

RETIREE HEALTH INSURANCE FUND
Asset Allocation Policy with Actual Investment Holdings as of 7/31/2010
(Stated in Thousands)

Asset Allocation Policy Effective July 1, 2010.

| Fund established 7/1/98 | Asset Allocation | | Market Values | Current Allocation | Current Variance | |
|--|------------------|----------------|---------------|--------------------|--------------------|------------------|
| | Policy | Range | | | | |
| AY 03 Major Medical | | | | | | |
| Cash and cash equivalents | | | | | | |
| Short-term Fixed Income Pool | 100.00% | 100.00% | 19,844 | 100.00% | N/A | |
| Total cash and cash equivalents | | | 19,844 | 100.00% | N/A | |
| Total investments AY 03 Major Medical | 100.00% | | 19,844 | 100.00% | N/A | |
| Income Receivable | | | 15 | | | |
| Total Invested Assets At Fair Value - Maj Med | | | 19,859 | | | |
| AY 11 Long Term Care | | | | | | |
| Cash and cash equivalents | Notes | Policy | Range | Market Values | Current Allocation | Current Variance |
| Short-term Fixed Income Pool | | 1.00% | 0%-2% | 3,075 | 1.53% | -0.53% |
| Total cash and cash equivalents | | 1.00% | | 3,075 | 1.53% | - |
| Marketable debt securities | | | | | | |
| Conservative Broad Market Fixed Income Pool | | 23.00% | 16-30% | 51,498 | 25.63% | -2.63% |
| Conservative Bond Market Pool | | 3.00% | 1-5% | 5,704 | 2.84% | 0.16% |
| Total Marketable debt securities | | 26.00% | | 57,202 | 2.84% | 0.16% |
| Equities | | | | | | |
| SOA Int'l Equity Pool | | | | 19,489 | | |
| EAFE Int'l Equity Pool | | | | 9,634 | | |
| Total Int'l Equity | | 23.00% | 19%-27% | 29,123 | 14.49% | 8.51% |
| Non-retirement Domestic Equity Pool | | 50.00% | 40%-60% | 111,525 | 55.51% | -5.51% |
| Total investments AY 11 Long Term Care | | 100.00% | | 200,925 | 74.37% | 3.16% |
| Income Receivable | | | | 2 | | |
| Total Invested Assets At Fair Value - LTC | | | | 200,927 | | |
| Total Invested Assets at Fair Value | | | | 220,786 | | |